

Soviet General Says Arms Outlays Drop, Confirms Laser Site

By Jeffrey Smith Washington Post Service MOSCOW — The military budget of the Soviet Union has declined in recent years and will likely continue to decline for years to come, according to the officer in charge of military purchasing, General Vitali M. Shabanov.



The leader of the UN cease-fire mission, Lieutenant General Martin Vadset of Norway, left, confers in Tehran on Tuesday with the deputy commander of the Iranian ground forces, Brigadier Djamaei. Talks on ending the war opened at the United Nations in New York.

Iran Says Iraq Steps Up War

Hostages: UN Begins Peace Talks On Conflict

NICOSIA — The head of Iran's armed forces said Tuesday that Tehran might help gain the release of American hostages in Lebanon if Washington released frozen Iranian assets.

Ex-General to Replace U Ne Win as Burma Leader

Compiled by Our Staff From Dispatches RANGOON — U Sein Lwin, a former army general and the leading figure in the military dissent in Burma, was chosen Tuesday to replace U Ne Win as leader of the country's ruling party, and the nation's prime minister was dismissed, the media reported.

Senior Soviet officials have recently acknowledged that the official total for military spending does not include expenditures on weapons research, development and production, a category that consumes more than 50 percent of the U.S. military budget.

Meese Was 'Over the Line,' Former Aides Say

By Al Kamen and Ruth Marcus Washington Post Service WASHINGTON — The former second-ranking official in the Justice Department described on Tuesday the department under Attorney General Edwin Meese Jr. as "a world of Alice in Wonderland" in which Mr. Meese saw no problem with his conduct.

Kiosk

Counsel Picked In Wright Case

WASHINGTON (AP) — The House Ethics Committee appointed a Chicago attorney, Richard J. Phelan, on Tuesday to investigate allegations against Speaker Jim Wright, saying an outside counsel was needed to assure the public that the probe would be fair and objective.



Emmanuel Ungaro taking a hand for his line at the Paris fashion collections on Tuesday. Page 7.

General News

Afghan rebels have hit Kabul with one of the biggest bombardments of the war. Page 2. Manila talks about U.S. bases break down after payment dispute. Page 6.

Business/Finance

Aircraft sales propelled U.S. orders for durable goods up 8.8 percent in June. Page 9.

Table with market data including Dow Jones, S&P 500, and other indices.

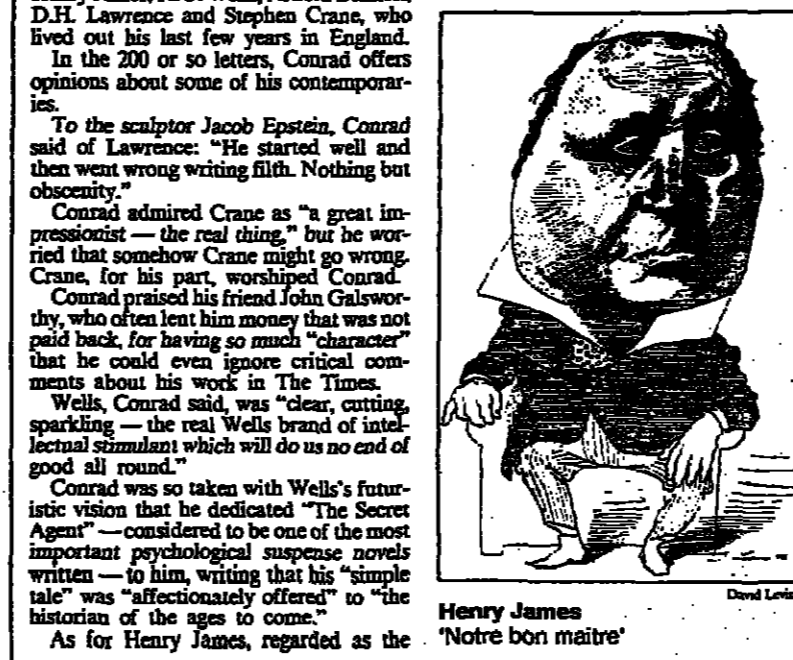
In U.S., Rain Revives Hopes of Saving Crops

By Keith Schneider New York Times Service WASHINGTON — The most abundant rain of the growing season soaked the southern Great Plains, Middle West, Deep South and Northeast over the last 10 days, reviving the \$13 billion U.S. soybean crop and raising hopes of salvaging billions of dollars in other crops that had not yet been destroyed by drought.

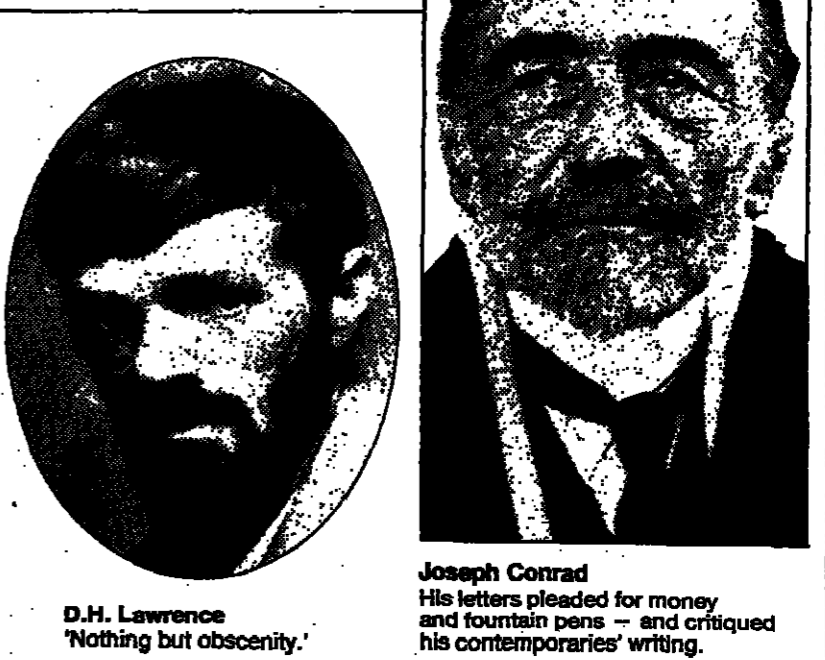
Conrad's Letters: Mixed Reviews for His Peers

Author Creates a Revealing Portrait Of Literary Life in the Early 1900s

By Herbert Mitgang New York Times Service NEW YORK — Soon-to-be-published letters from Joseph Conrad to his agent and to literary friends and notable create a revealing portrait of life among the denizens of Grub Street and the world of literature as it existed early in 20th-century Britain.



Henry James 'Notre bon maître' D.H. Lawrence 'Nothing but obscenity.'



Joseph Conrad His letters pleaded for money and fountain pens — and critiqued his contemporaries' writing.

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OPINION

Vanquishing The Plagues Of Our Time

By Jonathan Power

GENEVA — River blindness is one of the most distressing medical afflictions... after village in West Africa, the East and Latin America...

River blindness causes itching so intense that it sometimes drives sufferers to suicide... 17 million people.

Training in Tropical Diseases at the World Health Organization... Hatzinikolaou reported that...

WHO is developing a vaccine... WHO is now studying...

WHO is now studying... WHO is now studying...

WHO is now studying... WHO is now studying...

WHO is now studying... WHO is now studying...

WHO is now studying... WHO is now studying...

WHO is now studying... WHO is now studying...

No, Says Jackson, It's Wrong To Call Him an Anti-Semite

By A. M. Rosenthal

NEW YORK — Jesse Jackson called to talk about something he says has hurt him deeply, is totally and bitterly unfair and that he has tried time and time again to put to rest...

reached out in the 1984 convention... when he expressed regrets to all he might have hurt during the primaries...

He said he is still reaching out... "I could have forced a vote on Palestinian statehood in Atlanta and would have won... but I did not want to do that...

Mr. Jackson said that Mayor Edward Koch's attack against him during the New York primary was an "unleashing of hatred..."

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The Best Place for Jackson Is the United States Senate

By David S. Broder

WASHINGTON — For those who listened closely, an insight into the frame of mind and future intentions of Jesse Jackson came in an unpublished moment during last week's Democratic convention in Atlanta...

A luncheon ceremony was held one day at Jimmy Carter's presidential library... Mr. Jackson came straight from a meeting with Michael Dukakis and Lloyd Bentsen...

Mr. Jackson talked about his own record and Ronald Reagan's. Mr. Reagan, he said, opened his 1980 campaign in the once deeply segregationist town of Philadelphia, Mississippi...

Mr. Reagan had gone to Bitburg, had not dissociated himself from South Africa... But Jesse Jackson, he said, talks about Philadelphia, Mississippi, to call out the names of the two Jewish civil rights workers and their black colleague who were murdered there...

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The Anguish and Anger of Chicago's Jews

By Eugene Kennedy

CHICAGO — Virulent anti-Semitism has gripped Chicago's black community. Nobody morally powerful enough to try to combat it, including Jesse Jackson, who lives here, has attempted to do so...

Chicago's most prominent black anti-Semite is Steve Cokely, who was dismissed in May as an aide to the acting mayor, Eugene Sawyer, for astonishing anti-Jewish and anti-Christian speeches...

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black community such as B. Herbert Martin, who was later named head of the Commission on Human Relations...

Chicago Jewish community's unrest has been fed in the past year by the defacing of the Holocaust memorial in the suburban city of Skokie...

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LETTER TO THE EDITOR

Growing Out of Apartheid

Regarding "Economic Growth Won't Fix South Africa" (Opinion, July 25):

John Douglas starts with an erroneous assertion — "opponents of comprehensive sanctions misread the history of apartheid" — supports it with selective and self-contradictory "evidence," and concludes with poetic nonsense...

Let us not lead people to believe that comprehensive sanctions will help black South Africans. After all, 14 independent opinion polls have shown that a majority of black South Africans do not want more sanctions if they will result in job losses.

Fortunately, Mr. Douglas is wrong. Economic growth can provide the means to achieve a nonracial democratic society. Black empowerment is real. It is slower than it should be; a totally inadequate education system has limited the number of qualified candidates for managerial and professional posts...

Foreign influence should be used to support these forces, which, together with the fact that whites are a declining portion of the overall population, will inevitably bring the end of apartheid.

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Foreign influence should be used to support these forces, which, together with the fact that whites are a declining portion of the overall population, will inevitably bring the end of apartheid.

Hardly any influential Chicagoan has spoken out strongly against the anti-Semitism infecting the city. The loudest thing here is the silence greeting the ugliest experience the city has suffered in years...

Look homeward, Jesse. This is where the "common ground" you spoke about in your inspiring speech in Atlanta begins.

The writer, a professor of psychology at Loyola University, contributed this comment to The New York Times.

Letters intended for publication should be addressed "Letters to the Editor" and contain the writer's signature, name and full address. Letters should be brief and are subject to editing. We cannot be responsible for the return of unsolicited manuscripts.



APRIL, AND IT'S SNOWING! WHY DOES THE FREAK WEATHER ALWAYS ARRIVE WHEN I DO? AT LEAST THERE'S A WARM FRONT APPROACHING — SINGAPORE AIRLINES BUSINESS CLASS, ALL THE WAY HOME.

هكذا من الجاهل

Marcos Offer Of Payment To End Exile Is Reported

By Jim Mann and William C. Rempel... WASHINGTON — Ferdinand E. Marcos, the former Philippine president, has offered to pay \$5 billion to the Philippines to support the government of Corason C. Aquino...

The Happening at Vogue

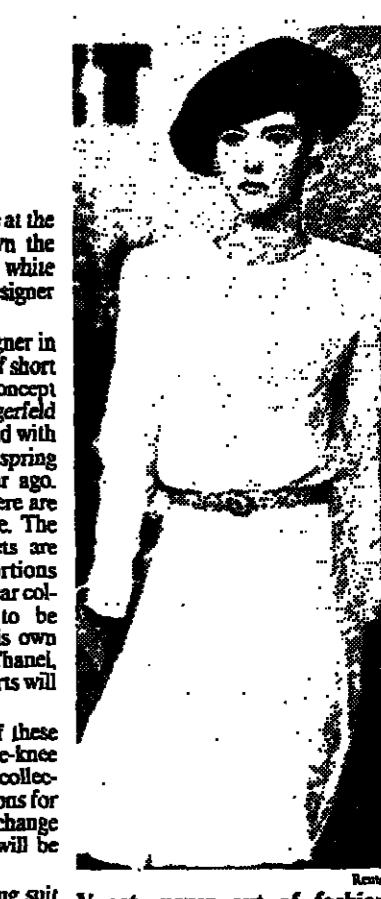
By Woody Hochswender... NEW YORK — S.I. Newhouse Jr. makes no apologies for the abrupt changes at Vogue magazine. It was time to "reposition Vogue for the '90s," the chairman of Condé Nast Publications says...



Ungaro: upstaging party dresses

Ungaro and Lagerfeld Shine As Venet Turns Out a Jewel

By Bernadine Morris... PARIS — Emanoel Ungaro and Karl Lagerfeld at Chanel got the ovations they deserved, but tucked between these blockbuster collections was a jewel of a show by Philippe Venet...



Venet: never out of fashion.

A Whodunit Ends Up as a Who Cares

By Sheridan Morley... LONDON — Given that British theater audiences have always loved nothing better than a terrible thriller (how else could "The Mousetrap" be in its five-thousandth year?)...

INTERNATIONAL FUNDS (Quotations Supplied by Funds Listed) 26th July 1988

A large table listing various international funds with columns for fund names, currencies, and prices. Includes sub-sections for 'Other Funds' and 'Dining Out'.

DOONESBURY



Advertisement for CNN International, featuring the CNN logo and text: 'The finest hotels in the world offer CNN INTERNATIONAL 24 Hour Global Television News to their guests'.

Advertisement for Herald Tribune, stating 'Now Printed in New York For Same Day Service in Key American Cities' and providing contact information.

A collection of dining out advertisements for various restaurants in Paris, including 'COLONY CLUB', 'LA PETITE CHAISE', 'LE BISTROT D'ARMAND', and 'LA TRUFFE MANCHE - KOSHER'.

NYSE Most Actives table with columns for stock symbols, volume, high, low, and change.

Market Sales table showing NYSE 4 p.m. volume, NYSE adv. volume, and OTC volume.

NYSE Index table showing Composite, Industrials, Utilities, and Finance indices.

Tuesdays NYSE Closing logo with 'Via The Associated Press' text.

AMEX Diary table listing various stocks and their prices.

NASDAQ Index table showing Composite, Industrials, and Finance indices.

AMEX Most Actives table listing top active stocks on the AMEX.

Dow Jones Bond Averages table showing yields for various bond categories.

NYSE Diary table listing specific stock transactions.

Odd-Lot Trading In N.Y. table showing odd-lot trading statistics.

Dow Jones Averages table showing the Dow Jones Industrial Average and other averages.

Standard & Poor's Index table showing S&P 500 and other indices.

NASDAQ Diary table listing specific stock transactions on NASDAQ.

AMEX Stock Index table showing AMEX stock index performance.

Tables include the nationwide prices up to the closing on Wall Street and do not reflect late trades elsewhere.

N.Y. Stocks Post Modest Gain

NEW YORK — Prices closed slightly higher Tuesday in slow trading on the New York Stock Exchange as reluctant investors refused to participate in the market ahead of a key economic report.

Interstate Securities Corp. in Charlotte, North Carolina, said, "This market faces resistance at around 2,100, and will probably remain in the trading range we have seen for most of the year until there is some improvement in the bond market."

The Dow Jones industrial average, which rose 10.84 points on Monday, added 2.14 to close at 2,073.97.

Mr. Harrington placed the current range at between 2,050 and 2,150, as measured by the Dow, and noted that the index has moved within that span for nine weeks.

Advances edged declines by about a 9-8 margin. Volume fell to about 121.96 million shares from 215.14 million traded on Monday.

"Bonds right now are a real drain on this market because of the attractive yields," Mr. Harrington said. "They are very stiff competition for the investment dollar, particularly the dollar that would be going into stocks."

"This is strictly a traders' market in deal stocks," said Ernie Rudnet, manager of bond trading at Mabon, Nugent & Co. "It is very lackluster, with no real interest either way, sellers or buyers."

Mr. Rudnet said those investors even tempted to enter the marketplace stepped back to await the scheduled Wednesday release of the second-quarter report on the gross national product.

"Everybody is waiting for the GNP," Mr. Rudnet said. "If it is not too good — going back to the good news is bad news scenario — the market could move higher on less fears about inflation. Now it's a lack of interest market."

Broad-market indexes also registered modest gains. The New York Stock Exchange index rose 0.29 to 150.03. Standard & Poor's 500-stock index rose 0.51 to 265.19. The price of an average share added 6 cents.

Ricky Harrington, chief technical analyst at

Interstate Securities Corp. in Charlotte, North Carolina, said, "This market faces resistance at around 2,100, and will probably remain in the trading range we have seen for most of the year until there is some improvement in the bond market."

Main stock market data table with columns for stock symbols, volume, high, low, and change.

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Various financial and business advertisements including 'Panasonic Office Automation', 'Madison Avenue Recruiting Ads', and 'Current'.

Handwritten Arabic text at the bottom center of the page.

AMEX Most Active table showing stock symbols, volume, high, low, and change.

AMEX Stock Index table with columns for index values, high, low, and change.

Panasonic Office Automation logo and slogan 'Freeing business people'.

Panasonic Office Automation logo and slogan 'for creative tasks'.

Madison Avenue Creates Recruiting Ads for Jesuits

By PHILIP H. DOUGHERTY
New York Times Service
NEW YORK — Just what is it that Jim Pierce, Bill O'Malley, Dean Bradley and Henry Schwabenberg have in common? All are Jesuits and they all star in a sophisticated recruiting campaign for their Roman Catholic order.

The tag line: 'The Jesuits. Priests. Brothers. And so much more.'

At first glance, the ads do not betray their calling. In the handsome photographs, none wear clerical garb. "We wanted to portray them as people, not priests," said Tom Pastore, who wrote the ad.

Just what does the phrase "lowest prices guaranteed" mean in an ad? That, and the claims "top-line brands, bottom-line prices" and "We won't be undersold," brought the advertising of Montgomery Ward & Co. before a five-member panel of the National Advertising Review Board, the high court of advertising self-regulation.

D'Arcy Masius Benton & Bowles recommended that its clients not advertise in Whittle Special Reports, the six new consumer magazines that are to be circulated in doctors' offices. The agency noted that Whittle Communications was going to send the magazines to physicians for nothing. A D'Arcy spokesman said agency executives had previously thought that there would be a charge and that there would be more outside publications in the waiting rooms than Whittle had indicated.

Currency Rates

Table of currency rates for various locations including Amsterdam, Frankfurt, London, Milan, New York, etc.

Interest Rates

Table of interest rates for Eurocurrency deposits and key money rates.

Table of Asian dollar deposits and U.S. money market funds.

France Replaces UAP Chief

Banker to Head Insurance Group
By Jacques Neher
Special to the Herald Tribune
PARIS — The government Tuesday replaced the head of state-owned Union des Assurances de Paris, France's largest insurance company, Finance Ministry sources said.

The ministry picked Jean Peyrelade, a banking industry executive closely linked with the Socialist Party, to replace Jean Dromer, who had been named chairman of UAP by the former government of Jacques Chirac, the sources said.

UAP, under Mr. Dromer, was accepted as a holder of core stakes of Havas SA, Compagnie Generale d'Electricite, Saint-Gobain, Compagnie Financiere de Suez and Paribas. It owns around 3 to 5 percent of the shares in each company.

The government is particularly unhappy with the core shareholding of CGE, a 16.3 percent block made up of UAP, Societe Generale, Compagnie Generale des Eaux, Societe de Banque Suisse, Societe Generale de Belgique and Dumez SA. Last week it was revealed that the six shareholders had signed a secret accord calling for any of the shareholders wishing to sell to first offer the shares to the other five.

Texaco Net Quadruples In Quarter

WHITE PLAINS, New York — Texaco Inc. reported Tuesday that its second-quarter earnings jumped more than fourfold on strong refining and chemical results and the sale of Deutsche Texaco AG.

Petrochemicals contributed \$44 million to second-quarter earnings, compared with \$19 million a year ago. The biggest single factor, however, was the gain on the \$1.225 billion sale of the German unit. Texaco earnings in the second quarter of 1987 were \$129 million, or 53 cents a share.

Top Chinese Oil Field Faces Loss

Reuters
DAQING, China — Daqing, the biggest oil field in China and a symbol of socialist industrial might, is facing the prospect of showing a loss in the next few years. "We probably can manage for another two or three years," said Zhang Jingxin, chief engineer of the Daqing Institute of Petroleum Exploration and Development. "But after that, we'll be losing money."

Prices climbed about 12 percent in the first five months of this year. One of the beneficiaries of China's low oil prices has been a small but growing petrochemical industry at Daqing, which uses low-priced oil and natural gas to produce fertilizer and ethylene, used in plastics.

Greece Signs \$2 Billion Contract for Soviet Gas

ATHENS — Greece and the Soviet Union signed a contract on Tuesday for 25-year deal that could be worth more than \$2 billion to supply Greek cities with Soviet natural gas.

The contract makes Greece the 14th European country buying Soviet natural gas, industry ministry officials said. In exchange, the Soviet Union agreed to purchase Greek agricultural products and to use Greek shipyards for the repair of Soviet merchant vessels.

At Republic National Bank, private banking is a matter of spreading risk.

Risk is a part of everyone's life. Although you cannot evade it, you can avoid it by choosing a partner whose skill and commitment you can trust. Republic National Bank is a risk-averse institution. Our fundamental principle is the protection of customers' assets. For this reason we are known as one of the safest banks in the United States.

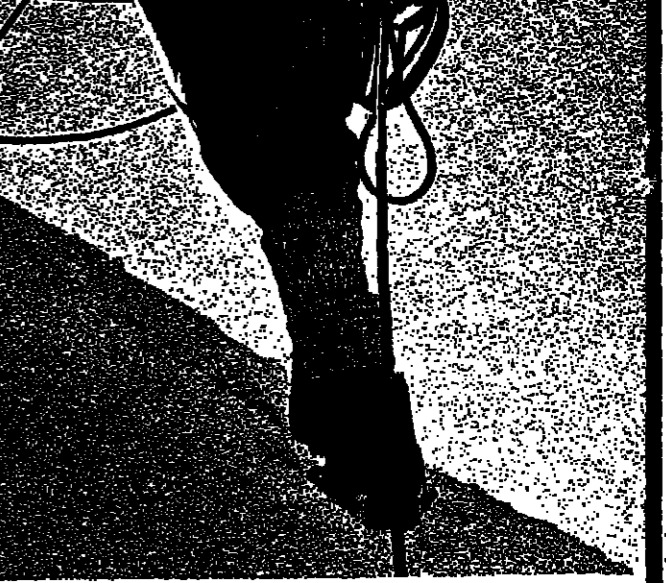
Aircraft Propel 8.8% June Rise In U.S. Durables

WASHINGTON — Orders for U.S. durable goods, propelled by a big jump in aircraft, increased 8.8 percent in June, the largest advance since December 1985, the government reported Tuesday. The Commerce Department said orders totaled \$125.23 billion last month, an increase of \$10.14 billion over the May figure.



Children playing near a working oil pump at Daqing, China's biggest oil field. The community grew up astride the field.

Manufacturing has been one of the top-performing sectors of the American economy this year as U.S. companies have benefited from rising export demand. The 35.5 percent jump in transportation orders was the biggest increase since a 45.3 percent rise in December 1985.



Advertisement for Republic National Bank of New York (Suisse) SA, a SAFRA Bank.

Tuesday's NYSE Closing

Tables include the nationwide prices us to the closing on Wall Street and do not reflect late trades elsewhere.

12 Month High Low Stock Div. Yld. P/E 52 Weeks High Low Close Chg.

Table with columns for 12 Month High Low Stock Div. Yld. P/E 52 Weeks High Low Close Chg. containing stock prices.

(Continued)

Continuation of stock price table with columns for 12 Month High Low Stock Div. Yld. P/E 52 Weeks High Low Close Chg.

U.S. Futures

Via The Associated Press

July 26

Grains table with columns: Season High, Season Low, Open, High, Low, Close, Chg. WHEAT (CBT) 4000 bushels... CORN (CBT) 4000 bushels... SOYBEANS (CBT) 6000 bushels...

Currency Options table with columns: Currency, Bid, Ask, Last, Change. Includes PHILADELPHIA EXCHANGE, CASH, and FUTURES.

Company Results table with columns: Company, Revenue, Profit, EPS, P/E, Div. Yld. Includes various corporations like General Electric, IBM, etc.

London Commodities

Table with columns: Commodity, Bid, Ask, Prev. Close, Change. Includes U.S. Dollars per metric ton, COPPER CATHODES, etc.

Table with columns: Commodity, Bid, Ask, Prev. Close, Change. Includes SUGAR, LARD, etc.

Table with columns: Commodity, Bid, Ask, Prev. Close, Change. Includes SUGAR, LARD, etc.

London Metals

Table with columns: Metal, Bid, Ask, Prev. Close, Change. Includes ALUMINUM, COPPER, ZINC, etc.

Table with columns: Metal, Bid, Ask, Prev. Close, Change. Includes S&P 100 INDEX OPTIONS, etc.

Table with columns: Metal, Bid, Ask, Prev. Close, Change. Includes SUGAR, LARD, etc.

Dividends

Table with columns: Company, Dividend, Ex-Dividend Date, Yield. Includes AAR, American Cyanamid, etc.

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Company Results

Revenue and profits or losses, in millions, are in local currencies unless otherwise indicated.

Company	Revenue	Profit	EPS	P/E	Div. Yld.
Allegany Power Sys.	598.0	24.1	0.73	13.7	3.7
Amoco	5,590.4	670.0	1.80	10.9	4.3
Ashland Oil	4,710.0	210.0	0.58	15.5	4.8
Exxon	11,260.0	1,860.0	1.41	11.5	4.1
Atlantic Richfield	5,500.0	570.0	1.18	11.9	4.1

NYSE High-Lows

Company	High	Low
AAR	21.5	21.1
Amco	13.7	13.5
Ashland	15.5	15.4
Exxon	11.5	11.4
Atlantic	11.9	11.8

AMEX High-Lows

Company	High	Low
AAR	21.5	21.1
Amco	13.7	13.5
Ashland	15.5	15.4
Exxon	11.5	11.4
Atlantic	11.9	11.8

DM Futures Options

Table with columns: Contract, Bid, Ask, Prev. Close, Change. Includes various interest rate derivatives.

Amfac Agrees To JMB Offer

The Associated Press
SAN FRANCISCO — Amfac Inc. said Tuesday it had agreed to a \$49 per share all-cash takeover by JMB Realty Corp., a Chicago-based real estate company, in a deal valued at \$920 million.

The Amfac board approved the proposal unanimously, according to a company statement. The board considered other offers, the statement said, including a renewed bid by a management group that attempted to buy the company for \$836 million two months ago and submitted another proposal during the weekend.

Analysts had expected other bidders to beat the management plan. They said the offer did not value highly enough the company's property in Hawaii. But analysts also speculated Amfac's management-led buyout was a move designed to stave off a takeover threat by Castle & Cook Inc.

BUSINESS ROUNDUP

IBM Unveils Gets Big U.S.

NEW YORK — Business Machines Corp. announced Monday that it will buy the U.S. operations of International Business Machines Corp. (IBMC) from the Japanese company. The deal, worth \$2.1 billion, is the largest in the history of the industry.

Solomon Doubled Profit in Period

NEW YORK — The financial services firm of Solomon Brothers Inc. reported a 100% increase in second-quarter profit, a sign of the company's strong performance in the capital markets.

Murdoch Called

NEW YORK — The New York Times reported that Rupert Murdoch, the British media tycoon, has been called to appear in court in connection with a lawsuit filed by a former partner.

One on for too

ACTUAL RESULTS

will be opposed to interest recommendations should

BUSINESS ROUNDUP

IBM Unveils Machines, Gets Big U.S. Contract

Called the advanced automation system, or AAS, the system is one of the largest portions of the \$16 billion air-traffic control modernization program...

Salomon Doubled Profit in Period

NEW YORK — Salomon Inc., the financial services company, said Tuesday that its net earnings had doubled in the second quarter to \$80 million.

Murdoch Called Potential Buyer of Dum Unit

NEW YORK — Rupert Murdoch, the publisher, is thought to be among the potential purchasers of Dum & Bradstreet's Official Airline Guides division...

Few Banks Expected to Follow Mellon on Loan Transfer

NEW YORK — Mellon Bank Corp.'s move to sweep \$1 billion in bad loans from its balance sheet is unlikely to be tried by more than a handful of other banks...

on their loans of 40 percent or more make this too costly a way to get rid of bad loans. At the same time, ailing banks probably could not withstand the losses...

NatWest's Pretax Income Nearly Tripled in Half Year

LONDON — National Westminster Bank PLC reported on Tuesday that its pretax income nearly tripled for the first half of this year...

In the first half of this year, NatWest set aside \$126 million for problem debts, only \$6 million of which was for loans to troubled countries...

NatWest said its net income for the first half rose to \$449 million from \$155 million.

NatWest's stock traded as high as 594 pence a share Tuesday on the London Stock Exchange...

Japanese Verdicts Upheld

TOKYO — The Tokyo High Court upheld on Tuesday guilty verdicts against executives of a feed company, Kyodo Shiro Co., and brokerage house executives for manipulating share prices...

The Carlyle Hotel advertisement with address and contact information.

FUTURES & OPTIONS advertisement for G W JOYNSON & COMPANY LIMITED.

Have all the advantages of a bank account in LUXEMBOURG advertisement for Bank of Credit and Commerce International S.A.

One of the great issues for today's US investor.

After the uncertainty of the past few months, our Mid-Year Investment Outlook has some positive advice to offer. We believe a Summer upswing is on the way...

- List of Prudential-Bache Securities offices in various international locations including Italy, Monaco, Netherlands, and Luxembourg.

Form for requesting a free copy of the Mid-Year Investment Outlook, including fields for Name, Address, and Work Tel. No.

Prudential-Bache Securities

International Subsidiaries and Affiliates in: Amsterdam, Antwerp, Athens, Brussels, Buenos Aires, Chiasso, Cologne, Düsseldorf, Frankfurt, Geneva, Hamburg, Hong Kong, London, Lugano, Lugano, Luxembourg, Madrid, Milan, Melbourne, Monte Carlo, Montevideo, Munich, New York, Paris, Rotterdam, San Juan, Singapore, St. Croix, St. Thomas, Stuttgart, Sydney, Tokyo, Toronto, Zürich.

Large advertisement for Camel cigarettes featuring a man in a suit and a pack of Camel cigarettes.

Tuesday's AMEX Closing

Tables include the nationwide prices up to the closing on Wall Street and do not reflect late trades elsewhere.

For The Associated Press

12 Month High Low	Stock	Div. Yld. PE	52 Weeks High Low	Close	Change
11 1/2	BA	3.0 4.4	7 1/2	7 1/2	+
11 1/2	BA	3.0 4.4	7 1/2	7 1/2	+
11 1/2	BA	3.0 4.4	7 1/2	7 1/2	+
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11 1/2	BA	3.0 4.4	7 1/2	7 1/2	+
11 1/2	BA	3.0 4.4	7 1/2	7 1/2	+
11 1/2	BA	3.0 4.4	7 1/2	7 1/2	+

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27-88

Floating-Rate Notes

July 26

Dollars

Issuer/Mat.	Coupon	Next	Bid	Ask
Chicora Energy	7 1/2	8/15/88	97.25	97.50
Chicora Energy	7 1/2	8/15/88	97.25	97.50

Issuer/Mat.	Coupon	Next	Bid	Ask
Chicora Energy	7 1/2	8/15/88	97.25	97.50
Chicora Energy	7 1/2	8/15/88	97.25	97.50
Chicora Energy	7 1/2	8/15/88	97.25	97.50
Chicora Energy	7 1/2	8/15/88	97.25	97.50

HITACHI LTD. (CDR)

The undersigned announces that it from 8th August 1988 at Kuo Associates N.V., Spoorstraat 172, Amsterdam, disposes of 23,100 shares in Hitachi Ltd., which are held in the name of Hitachi Ltd. The shares will be available with Dfls. 29,850 net per CDR, repr. 500 shs. and with Dfls. 39,70 net per CDR, repr. 1,000 shs. The undersigned also announces that it from 15th July 1988 at Kuo Associates N.V., Spoorstraat 172, Amsterdam, disposes of 157,000 shares in Hitachi Ltd., which are held in the name of Hitachi Ltd. The shares will be available with Dfls. 35,50 net per CDR, repr. 500 shs. and with Dfls. 48,00 net per CDR, repr. 1,000 shs. The undersigned also announces that it from 15th July 1988 at Kuo Associates N.V., Spoorstraat 172, Amsterdam, disposes of 157,000 shares in Hitachi Ltd., which are held in the name of Hitachi Ltd. The shares will be available with Dfls. 35,50 net per CDR, repr. 500 shs. and with Dfls. 48,00 net per CDR, repr. 1,000 shs.

Japan to Provide China \$1.47 Billion in Credits

TOKYO — Japan will provide China with 191.5 billion yen (\$1.47 billion) in low-interest official credits and bank loans to help pay for economic and modernization projects, the Japanese Foreign Ministry said on Tuesday.

Two yen-denominated official credits, one totaling 91.521 billion yen and the other 70 billion yen, will carry an annual interest rate of 2.5 percent and be repayable over 30 years, including a 10-year grace period.

The loans will be used to develop China's export capability.

The Export-Import Bank of Japan will also extend 30 billion yen to the Bank of China in an unrestricted 30-year loan with an annual interest rate of 4.8 percent.

Pounds Sterling

Issuer/Mat.	Coupon	Next	Bid	Ask
Chicora Energy	7 1/2	8/15/88	97.25	97.50
Chicora Energy	7 1/2	8/15/88	97.25	97.50

Issuer/Mat.	Coupon	Next	Bid	Ask
Chicora Energy	7 1/2	8/15/88	97.25	97.50
Chicora Energy	7 1/2	8/15/88	97.25	97.50
Chicora Energy	7 1/2	8/15/88	97.25	97.50
Chicora Energy	7 1/2	8/15/88	97.25	97.50

MATSUSHITA ELECTRIC INDUSTRIAL CO., LTD. (CDR)

The undersigned announces that it from 8th August 1988 at Kuo Associates N.V., Spoorstraat 172, Amsterdam, disposes of 37,100 shares in Matsushita Electric Industrial Co., Ltd., which are held in the name of Matsushita Electric Industrial Co., Ltd. The shares will be available with Dfls. 6,65 net per CDR, repr. 100 shs. and with Dfls. 6,65 net per CDR, repr. 100 shs. The undersigned also announces that it from 15th July 1988 at Kuo Associates N.V., Spoorstraat 172, Amsterdam, disposes of 157,000 shares in Matsushita Electric Industrial Co., Ltd., which are held in the name of Matsushita Electric Industrial Co., Ltd. The shares will be available with Dfls. 35,50 net per CDR, repr. 500 shs. and with Dfls. 48,00 net per CDR, repr. 1,000 shs.

Dollar Up on

NEW YORK — The dollar rose on Tuesday, helped by a report that the Federal Reserve will keep its policy unchanged. The dollar gained against the Japanese yen, which closed at 148.75 yen per dollar. The dollar also rose against the Swiss franc, which closed at 1.48 francs per dollar. The dollar gained against the West German mark, which closed at 1.75 marks per dollar.

Tuesday's OTC Prices

MSIAO prices as of 4 p.m. New York

Symbol	Price	Change
ABX	1.15	+
ACI	1.20	+
ADP	1.30	+
AGC	1.40	+
AGI	1.50	+
AGL	1.60	+
AGP	1.70	+
AGS	1.80	+
AGT	1.90	+
AGU	2.00	+
AGV	2.10	+
AGW	2.20	+
AGX	2.30	+
AGY	2.40	+
AGZ	2.50	+
AG1	2.60	+
AG2	2.70	+
AG3	2.80	+
AG4	2.90	+
AG5	3.00	+
AG6	3.10	+
AG7	3.20	+
AG8	3.30	+
AG9	3.40	+
AG0	3.50	+

CURRENCY MARKETS

Dollar Up on Gains in U.S. Durables

NEW YORK — The dollar rose Tuesday, bolstered by stronger-than-expected figures showing orders for U.S. durable goods rising a sharp 8.8 percent.

Table with 2 columns: Currency, Rate. Includes London Dollar Rates, Deutsche mark, Japanese yen, Swiss franc, French franc.

The dollar ended at 1.8605 DM, in London up from 1.8445, and at 132.55 yen, up from 132.10.

Moscow Sets Terms of Sale For Issue in West Germany

MOSCOW — The Soviet Union will float a 500 million Deutschmark (\$270 million) bond issue in West Germany this week to secure capital to help fund Soviet foreign trade, the Tass news agency said Tuesday.

German Futures Trading Faces Odds Exchange Is on Schedule, but Change in Law Is Needed

By Ferdinand Protzman International Herald Tribune FRANKFURT — While plans to establish a West German financial futures and options exchange are progressing on schedule, one critical hurdle must be cleared before the planned market opening at the end of 1989: changing the national laws that equate futures trading with gambling.

The federal government, the Deutsche Bundesbank and the federal bank supervisory office are all in favor of the new market, according to Rolf Breuer, a member of Deutsche Bank AG's management board.

Breuer said. "They first have to show what they can do. But I wouldn't like to see a flourishing business in West German federal bonds in London. We would rather it didn't exist."

Some dealers said the Federal Reserve System did sell some dollars in the market, but they said it was on a small scale.

The dollar gained against the British pound, which closed at 1.7090 in New York, down from 1.7205 Monday.

The dollar closed at 1.5470 Swiss francs, up from 1.5430, and at 6.2715 French francs, from 6.2115.

Economists Foresee Further Advance by British Pound

LONDON — The recent strength of the pound is likely to continue, economists said, even if British trade and payments data for June to be released Wednesday show little improvement from the record May current account deficit.

Korea Ends Beef Import Ban

SEOUL — South Korea, with respect to U.S. concerns, will lift its three-year ban on imports of foreign beef and set the quota for this year at 14,500 tons, the government announced Tuesday.

German Futures Trading Faces Odds Exchange Is on Schedule, but Change in Law Is Needed

The DTB plans to trade put and call options on 14 West German blue-chip stocks, as well as futures contracts on the real-time, Deutsche Aktienindex, a 30-share stock market index. It will also create a contract on a composite 10-year federal government bond.

German Futures Trading Faces Odds Exchange Is on Schedule, but Change in Law Is Needed

Mr. Breuer will also be the supervisory board chairman of the Deutsche Terminbörse GmbH, the company founded Tuesday by 17 West German banks, including universal, private, regional, cooperative and savings institutions, to set up and operate the exchange.

Tuesday's OTC Prices

MASDAQ prices as of 4 P.M. New York time. This is a composite of the most-traded securities in terms of dollar volume. It is updated twice a year.

Table of OTC prices for various stocks, including columns for High, Low, Stock, Div., Yld., PE, and 4 P.M. Close.

Table of OTC prices for various stocks, including columns for High, Low, Stock, Div., Yld., PE, and 4 P.M. Close.

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50 YEARS AGO

1938: Cozumel

1938: Cozumel

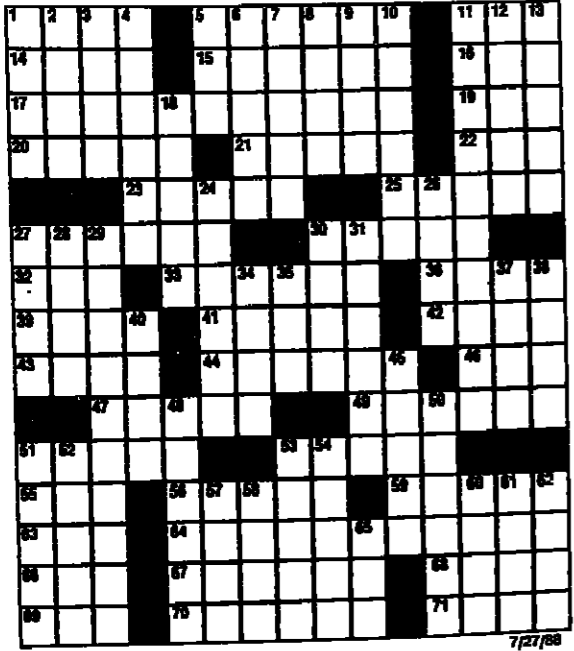
1938: Cozumel

1938: Cozumel

1938: Cozumel

1938: Cozumel

1938: Cozumel



ACROSS 1 Equable 5 Actor who portrayed Darsheel 11 Rotter 14 Atlanta arena 15 Carolina river 16 Nigerian 17 One of the deadly sins 23 Strong cotton thread 25 Molar or bicuspid 27 Hate 30 Sarcastic 32 Tune 33 Kan. city 36 Worst 39 Cudgel 41 Curb 42 Cause of many a duel 43 Freight truck, for short 44 First game 46 Choler 47 Carpenter tool 49 Transferred

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PEANUTS



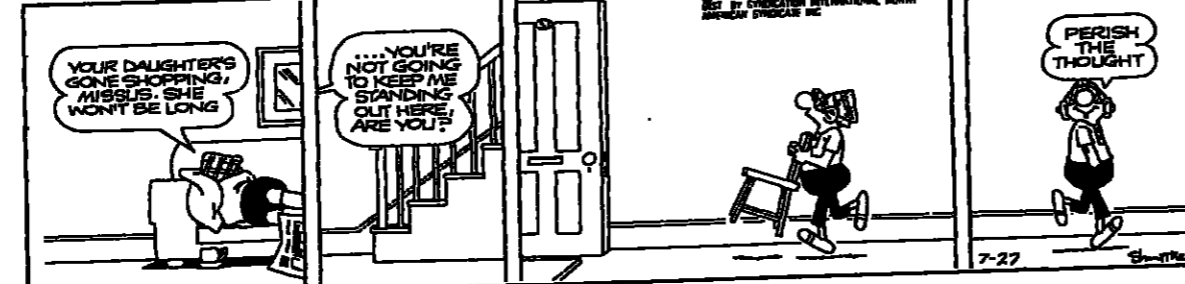
BLONDIE



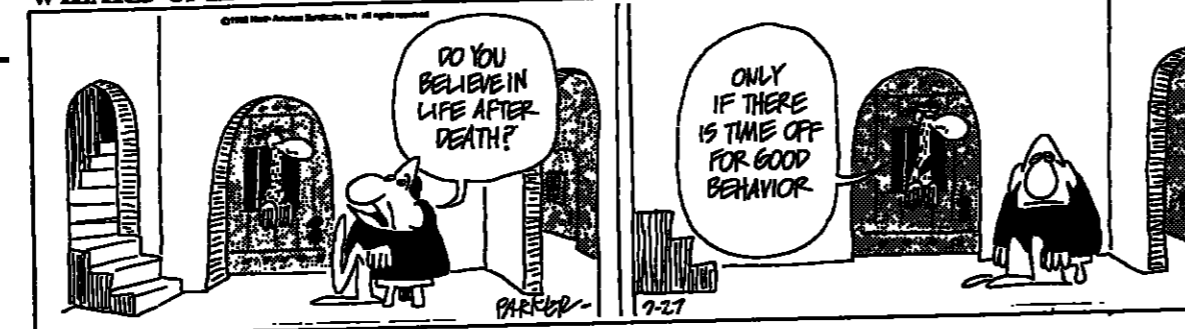
BEETLE BAILEY



ANDY CAPP



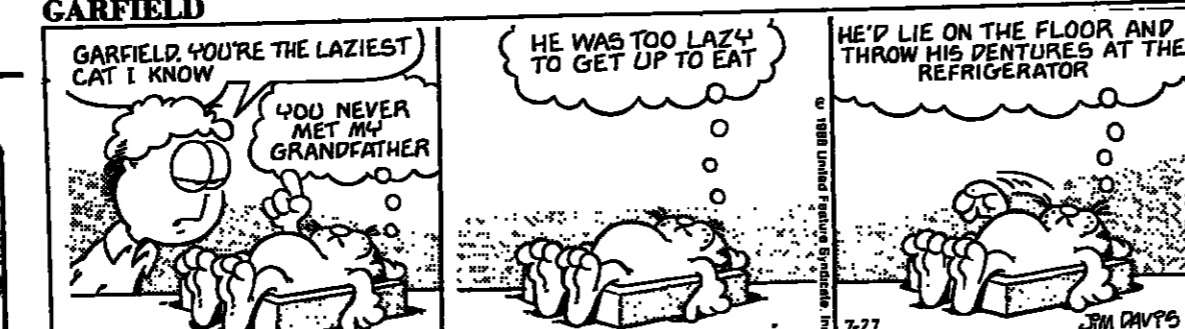
WIZARD of ID



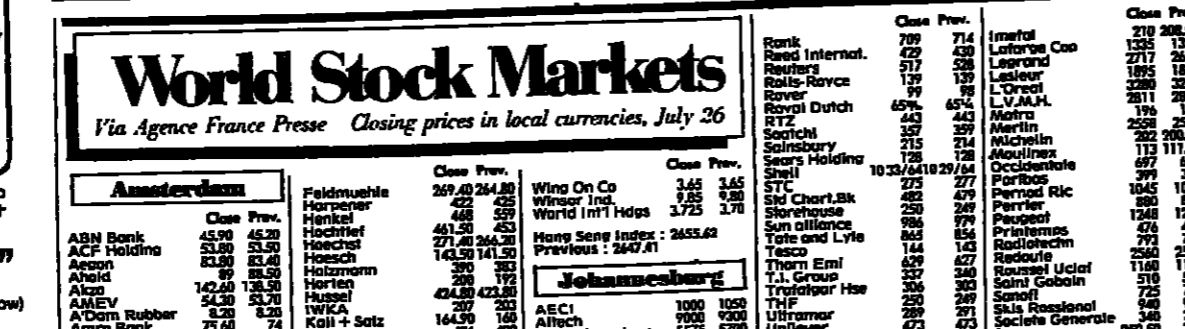
REX MORGAN



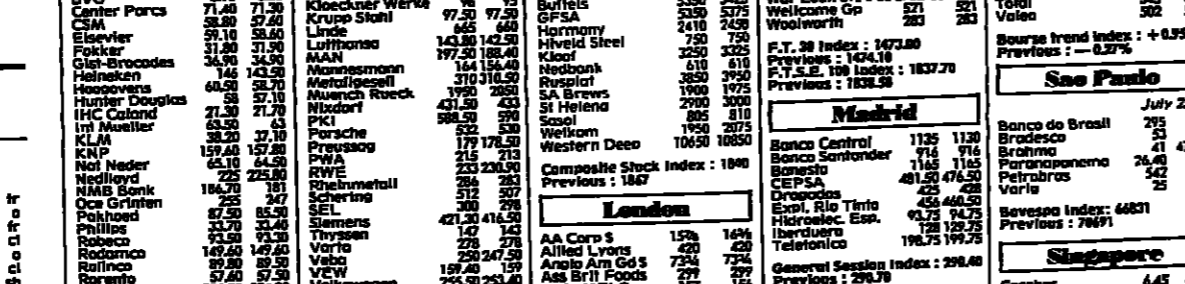
GARFIELD



DENNIS THE MENACE



JUMBLE



WEATHER

Table with weather forecasts for various regions including Europe, Asia, Africa, Latin America, North America, Middle East, and Oceania.

ALASKA

By James A. Michener. 868 pages. \$22.50. Random House, 201 East 50th Street, New York, N. Y. 10022.

Reviewed by Chip Brown

PEOPLE who write about Alaska are always trying to find a way to come to terms with its staggering size; it's been said that if you covered a thousand acres a day you could not explore the breadth of it in a thousand years. Statistics assail the mind — 386,000 square miles; 39 mountain ranges; 10,000 rivers and streams.

But getting the measure of Alaska is not a simple matter of cataloging physical properties, or pleading a beauty that beggars language. Partially what makes Alaska so entrancing is its capacity to call forth a response of equal intensity in its passionate inhabitants. To live in Alaska, even if you are wearing white patent leather shoes and doing real estate deals, is to feel your life pitched at a poetic intensity.

In his new historical novel, "Alaska," James A. Michener has solved the problem of not having a thousand years to cover the whole state by employing an army of researchers. If nothing else, Alaska does justice to the scale of the "Great Land." At 868 pages, crowded with dates, historical and fictive figures, the book ranges catholically from the billion-year-old bumpercar stuff of plate tectonics to the political upheavals of the present day.

The kitchen-sink aesthetic says nothing is extraneous. "Alaska" doesn't lack for explanations of the Richter scale, advice on how to drive a Caterpillar tractor, caulk a river boat and equip yourself for a climb on Denali.

Michener chews away at history like the giant man-sized beaver that used to gnaw on the boreal forest. His strength is in the sheer forward drive of his narrative. Every once in a while, he builds up the reader's affection for his people. But because they are constituted as totems, you never have the sense of having

BOOKS

known them. To spend time with them is like reading the obituaries of journalists — the men are all context; they're the stories they covered.

"Alaska" treats us to the machinations of Russian explorers and botanists, American shipping magnates, otter hunters, bush pilots, clever half-breed women, gold seekers.

Chip Brown is a former managing editor of The Homer (Alaska) News. He wrote this for The Washington Post.

BEST SELLERS

Table listing best-selling books in Fiction and Nonfiction categories, including titles like 'Alaska' and 'The Bonfire of the Vanities'.

BRIDGE

By Alan Truscott. MANY star partnerships use the Big Apple Regional in Manhattan to tune up for the American Contract Bridge League's Summer Nationals. The New York tournament is one of the most popular on the East Coast.

The diagramed deal helped Mark Lair of Canyon, Texas, cap the Swiss Team title here. He reached three no-trump after a sequence that included an artificial forcing bid of two diamonds.

Playing clubs offered no hope, so he aimed for seven up to a point for South was able to use the spades, but he could only take one heart finesse and that was not enough.

U.S. Olympiad

By Robert Fackett. INDIANAPOLIS — The United States will win a lot of medals in the spins, handles, rolls and a variety of jumps at the Olympiad. Games at Seoul, but on race of the field events, expectations are low.

That is the outlook for the U.S. contingent who have some surprising loss, but little delight.

Shot-putter Barnes is the only man with a real shot at a medal in any field event except the long and triple jumps. Mary Baines is the lead runner who figures to advance in the top three after any longer than 300 meters.

Jackie Brown-Kearse should receive a shout-out in the women's field events by making medals, could possibly gold in the heptathlon and long jump.

The shining light of the team was 400-meter victor, Fred Lewis, with a 4:48.39 world record set in 1969.

At the 400 meters, the standard performer, Lewis, clocked in at 4:48.39.

William Lewis, 4:48.39, and Carl Lewis, 4:48.39, were out there in the triple jump, were out there in the triple jump, were out there in the triple jump.

Solution to Previous Puzzle

A grid puzzle solution with words like SLAM, STRIP, ORAL, POLO, IRATE, etc.

By Alan Truscott. MANY star partnerships use the Big Apple Regional in Manhattan to tune up for the American Contract Bridge League's Summer Nationals.

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Playing clubs offered no hope, so he aimed for seven up to a point for South was able to use the spades, but he could only take one heart finesse and that was not enough.

World Stock Markets

Via Agence France Presse Closing prices in local currencies, July 26

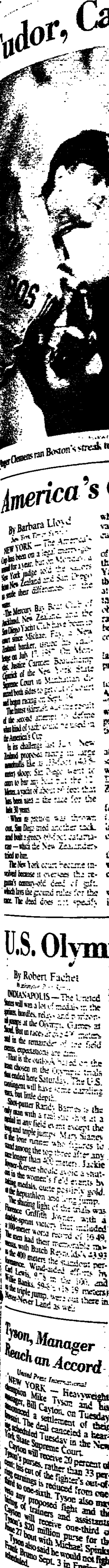
Table showing stock market indices for various countries including Amsterdam, Zurich, Tokyo, Sao Paulo, Madrid, London, Helsinki, Brussels, Frankfurt, Paris, Stockholm, and Sydney.

Montreal July 25

Table showing stock market data for Montreal on July 25.

WORLD MARKETS IN REVIEW

IN THE IHT WEEKLY MONDAY. A WEEKLY REVIEW OF WORLD STOCK MARKETS, ESSENTIAL READING FOR INVESTORS AND PROFESSIONALS — WORLDWIDE.



OBSERVER

Corn, How Sweet It Is

By Russell Baker

NEW YORK — It finally rained. Whether it came in time to save the sweet corn we don't know...

Optimism tends to infect families that are moderate to large in size. A family of one or two, having planted sweet corn, is almost certain to write it off after the first five or six weeks of afternoons at 102 degrees Fahrenheit...

Small families, on the other hand, don't have to cultivate optimism in order to savor the phone. They are so delighted by the promise of contact with the outside world that they rush to get it before the second ring.

So in our family there was an outburst of optimism about the sweet corn after it finally rained. The rain fell the way it used to fall, years ago: It was plentiful and wet, densely packed drops pelting down with great force.

After we put in the sweet corn, however, it stopped raining instantly and never rained again until the other day, and why it changed its mind that late in the corn game is anybody's guess.

Who or what is this "it" that rains, stops raining, gets hot, freezes, snows and, obviously, experiences constant changes of mind? The corn experience this year bends me to the belief that the "it" is some whimsical force built into the universe to test the human spirit.

Thus, "it" waited until we got the sweet corn in the ground before "it" stopped raining, apparently forever. The optimistic majority in our family laughed when I began humming a dirge which begins, "It ain't gonna rain no more, no more, it ain't gonna rain no more, and

James Dearden: New Attraction

By Myra Forsberg

FOR 20 years, Basil Pascoli has meticulously recorded his observations of the mundane activities on a sun-drenched Aegean island and sent them to the Sultan in Constantinople. But as World War I approaches and the end of Turkish rule on the Greek island looms, this man of inaction is tortured by questions...

Starring Ben Kingsley, Charles Dance and Helen Mirren, "Pascoli's Island" was written and directed by James Dearden. This portrait of the informer as a middle-aged man is not far from the sleek Manhattan characters he created for a roller-coaster screenplay that won him an Oscar nomination and a wave of feminist fury...

While Dearden is fascinated by a character's subjective terrain, his father delved into different themes. "I obviously was influenced by my father in my career choice," says Dearden. "But he was more socially motivated; he liked Social Realism. His finest movies were those made around the late '50s, like 'Sapphire,' which was about England's immigrant problem, and 'Victim,' which was about homosexuality when it was illegal. I'm attracted to a more anti-establishment cinema...

Indeed, his short film that would serve as the antecedent to "Fatal Attraction" is notable for its chilling psychological landscape. Unlike its successor, however, "Diversion" delivers no audience-pleasing punches of homicidal violence. The producers Stanley Jaffe and Sherry Lansing saw "Diversion" and asked him to expand



Dearden flanked by Ben Kingsley and Helen Mirren during filming of "Pascoli's Island."

the story. "I was reluctant because I didn't want to repeat myself," recalls the director. "But I thought, it's an offer I can't refuse."

He then went to work on the script. "To turn it into a mass-audience film, I knew there would have to be an escalation of the psychological violence, which in the end becomes physical."

And so he fashioned a story in which a Manhattan lawyer named Dan is seduced by a career woman named Alex while his wife is out of town. When Dan tries to extricate himself from the short affair, Alex becomes enraged, suicidal and homicidal. Part Medusa, part Circe, she is the psychotic embodiment of Congress's aphorism that hell hath no fury like a woman scorned.

Feminists proceeded to lacerate the film, labeling it misogynistic. But somehow "Fatal Attraction," stylishly directed by Adrian Lyne, tapped into the United States' sexual anxieties. And while every word of the screenplay was undergoing both Freudian and feminist analysis, Dearden was stuck on Rhodes trying to get "Pascoli's Island" made.

"I was receiving these garbled messages on the Greek phone system," Dearden recalls. "It wasn't until I returned that I understood what was happening."

"For me, it was a fable about the irrational creeping into the everyday. Dan's got this cozy relationship with his wife, and one night he indulges himself and it's Pandora's Box. Alex simply represents the psychological unknown. The film was saying we can have the most intimate sexual relationships with somebody we know nothing about."

"Pascoli's Island" received mixed reviews at Cannes, with some critics praising the principal performances and literate direction, and others dismissing it as plodding, downbeat and "no-James Ivory."

Dearden takes comparisons to Ivory—the director of "A Room With a View," among other period films—as a compliment, although he points out that "Room" was a divertimento and "Pascoli" is a full-blown tragedy.

"Pascoli" is a very personal film for me," emphasizes Dearden, who changed the ending for "Fatal Attraction" after previews with test audiences. "I would resist changing anything in an overall sense. Right or wrong, that's the film I wanted to make. If somebody said he didn't like the ending, I would say, 'I'm sorry, but for me it doesn't work any other way.'"

PEOPLE

In Irish Visit, O'Connor

And Koch Decry Killing New York City's Cardinal John O'Connor and Mayor Edward Koch, visiting St. Patrick's Cathedral in Armagh, Northern Ireland, decry the recent bombing by the Irish Republican Army that killed a Protestant couple and their 6-year-old son...

The U.S. Postal Service wants to memorialize Elvis Presley on a stamp, but Presley fans can't decide whether Uncle Sam should love him slender or love him fat...

The singer Joan Baez, touring Italy, has been made an honorary citizen of Milan by Mayor Paolo Pillitteri.

King Hassan II of Morocco will present a medical device he has invented at the second International Mediterranean Congress of Scientific Activities and Youth Techniques in Rabat, organizers said Tuesday...

A French triathlon specialist claimed a record Tuesday in Chamonix, France, for running up and down Western Europe's highest peak, the 4,810-meter (15,780-foot) Mont Blanc. Laurent Stangue said his time of six hours, 16 minutes broke the record of six hours, 22 minutes set two weeks ago by Pierre Leutas.

Global Newspaper and Publishing... Campaign Taking Control... Gerald M. Rowe...

Kiosk Thatcher Cool To Federal EC... LONDON (AP) — Prime Minister Margaret Thatcher...

TODAY'S INTERNATIONAL BUSINESS MESSAGE CENTER... Appears on page 3... PERSONAL MESSAGES... ANNOUNCEMENTS... UP TO 52 FREE ISSUES...

INTERNATIONAL CLASSIFIED... REAL ESTATE FOR SALE... EMPLOYMENT... LOW COST FLIGHTS... HOTELS... EDUCATION... DOMESTIC POSITIONS WANTED... BOATS/YACHTS... U.S. IMMIGRATION... REAL ESTATE WANTED/EXCHANGE... AGENTS LOCATIONS... EXECUTIVES AVAILABLE... ACCESS VOYAGES... GENERAL POSITIONS WANTED... TAX-FREE CARS... TAX-FREE CARS NEW YORK... TAX-FREE CARS NEW YORK... TAX-FREE CARS NEW YORK...

LOW COST FLIGHTS... HOTELS... EDUCATION... DOMESTIC POSITIONS WANTED... BOATS/YACHTS... U.S. IMMIGRATION... REAL ESTATE WANTED/EXCHANGE... AGENTS LOCATIONS... EXECUTIVES AVAILABLE... ACCESS VOYAGES... GENERAL POSITIONS WANTED... TAX-FREE CARS... TAX-FREE CARS NEW YORK... TAX-FREE CARS NEW YORK...

AUTOMOBILE MARKET... AUTOS TAX FREE... TAG MOTORS LTD... TRANS WORLD AUTO... TRASCIO GERMANY... TRANSWORLD FLATS... TRANSWORLD TAX FREE CARS... TRANSWORLD TAX FREE CARS... TRANSWORLD TAX FREE CARS... TRANSWORLD TAX FREE CARS... TRANSWORLD TAX FREE CARS...

TRANS WORLD AUTO... TRANSWORLD FLATS... TRANSWORLD TAX FREE CARS... TRANSWORLD TAX FREE CARS... TRANSWORLD TAX FREE CARS... TRANSWORLD TAX FREE CARS... TRANSWORLD TAX FREE CARS... TRANSWORLD TAX FREE CARS... TRANSWORLD TAX FREE CARS... TRANSWORLD TAX FREE CARS...

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Return of t... A.U.S. Doctor in... The Once-Barba... By Steve Lehr... SW ANTEA, Waies — When Roger gazes into the med... nature which he sees is brow... black, slimy and wringling...